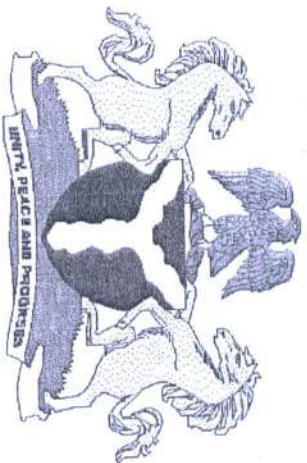


AUDIT REPORT 2011



REPORT

of

THE STATE AUDITOR-GENERAL,

ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT
OF THE STATE OF NIGERIA FOR THE YEAR ENDED

31ST DECEMBER, 2011

GOVERNMENT OF IMMO STATE OF NIGERIA
REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

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GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA

FOR THE YEAR ENDED 31ST DECEMBER, 2011.

INTRODUCTION

The Financial Statements of the Government of Imo State of Nigeria for the year ended 31st December, 2011 were received by my office on the 11th of November, 2011, from the Office of the Accountant General of Imo State for necessary action in accordance with the 1999 Constitution of the Federal Republic of Nigeria.

2. The Financial Statements of the Government of Imo State of Nigeria for the period under review have been examined under my direction in accordance with the provision of Section 125 (5) of the Constitution of the Federal Republic of Nigeria, 1999 and have been certified subject to the comments made in this Report whereas irregularities discovered had been duly conveyed to the various offices affected in various audit inspection reports for their necessary action.

3. The Report is to be noted by the Imo State Executive Council and forwarded to the Imo State House of Assembly for appropriate action.


UGO ANYANWU (MRS) FCNA, JP

Auditor General

Imo State

GOVERNMENT OF IVO STATE OF NIGERIA
REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011
FINANCIAL HIGHLIGHTS FOR YEAR 2011

	2011 N	2010 N	% INCREASE/DECREASE
REVENUE			
Statutory Allocation	49,468,337,665	43,624,103,441	13.40%
Internally Generated Revenue	24,955,252,142	17,875,847,609	40%
Value Added Tax	7,232,381,584	6,247,666,656	16%
Proceeds from Internal Loans/Overdraft	34,653,385,987	15,055,451,488	130%
Proceeds from External(Foreign) Loans	367,301,232	563,570,250	-34%
Sale of Fertilizer	1,179,248,960	672,807,695	75%
Miscellaneous Revenue	68,706,506	1,664,658,229	-96%
TOTAL REVENUE	117,924,614,076	85,704,105,368	38%
LESS EXPENDITURE			
Personnel costs	7,593,106,171	7,183,016,000	5.70%
Pensions and Gratuities	5,019,864,341	3,607,121,085	39%
Overhead Costs	12,177,612,762	16,024,731,057	-24%
Consolidated Revenue Fund Charges	4,030,951,134	6,558,549,896	-39%
Grants & Subventions	10,387,649,432	12,267,932,489	-15%
Repayment of Foreign (External) Loans	230,807,623	345,220,552	-33%
Repayment Other Internal Loans	19,788,715,052	6,900,845,118	186%
Public Debts Charges	1,450,275,602	869,800,256	67%
Bond Repayment Sinking Fund Account (ISPO to UBA)	4,301,097,226	4,301,097,221	161%
Capital Expenditure	31,964,693,533	12,231,876,256	-24%
PFMU Capital Expenditure	608,024,651	799,289,978	-1%
Payment for Fertilizer Supply	883,575,000	892,588,125	100%
13% Oil Derivation Payments	1,959,318,411	-	100%
13% Derivation Indices Refund	210,211,835	-	100%
Other ISPO	233,024,264	-	100%
Nigerian Agric Insurance Premium Subsidy	2,041,581	-	-43%
Purchase of Fin. Market Instruments-Other Investments	10,000,000,000	17,535,000	-63%
Miscellaneous Expenses	82,551,000	221,125,125	54%
Total Expenditure	110,923,519,618	72,220,728,158	
BANK BALANCES			
Net Bank Balances	7,001,094,458	13,483,377,210	
Opening Balance 01/01/2011	36,447,548,116	22,964,170,906	
Closing Balance 31/12/2011	43,448,642,574	36,447,548,116	

Audit Certificate

The Financial Statements of THE GOVERNMENT OF IMO STATE OF NIGERIA for the year ended 31st December, 2011 have been examined under my direction in accordance with section 125 (2) of the Constitution of Federal Republic of Nigeria, 1999.

I have obtained all information and explanations that I required and I certify subject to the comments contained in my report, that in my opinion the attached Financial Statements reflected a true and fair view of the financial transactions of the Government of Imo State of Nigeria for the year ended 31st December, 2011.


UGO ANYANWU (MRS) FCNA, JP
Auditor-General
Imo State

Office of the State Auditor-General
State Audit Headquarters
P.M.B 1178
Owerri
14th December, 2012



The Commissioner
 Ministry of Finance
 Owerri.

The Accountant – General
 Office of the Accountant-General
 Ministry of Finance
 Owerri.

AUDIT OF THE FINANCIAL STATEMENTS OF GOVERNMENT OF IMO STATE OF NIGERIA FOR THE YEAR ENDED 31ST DECEMBER, 2011.

MORIBUND QUOTED COMPANIES
 The underlisted Moribund Quoted Companies of Imo State Government were still reflected in the Financial Statements of Imo State for 2011. It is necessary that the Government should come up with appropriate decision on the position of these moribund quoted companies. Please comment.

S/NO	NAME OF COMPANY-QUOTED	TOTAL HELD		TOTAL	
		31/12/2011	31/12/2010	31/12/2011	31/12/2010
MORIBUND					
1	URBAN DEV. BANK PLC	2,600,000	2,600,000	7,668,788	7,668,788
2	GOLDEN GUINEA BREWERIES PLC	9,022,104	9,022,104	386,568	386,568
3	ALUMINIUM PRODUCT TECH PLC	773,136	773,136	3,102,637	3,102,637
4	ABA TEXTILE MILLS PLC	6,205,274	6,205,274	14,500,000	14,500,000
5	PROGRESS BANK (NIG) PLC	29,000,000	29,000,000	9,099,996	9,099,996
6	ALUM. EXTRUSION IND. PLC	18,199,991	18,199,991	3,670,200	3,670,200
7	CO-OP AND COMMERCE BANK PLC	7,340,400	7,340,400	52,000	52,000
8	AFRIK PHARMACEUTICALS PLC	104,000	104,000		
	TOTAL	73,244,905	73,244,905	38,480,189	38,480,189


 UGO ANYANWU (MRS) FCNA, JP
 AUDITOR-GENERAL, IMO STATE

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

RECURRENT REVENUE

The total sum of N82,903,926,857 represents actual Recurrent Revenue collected for the year under review. The Total Recurrent Revenue in 2011 increased by a net amount of N12,818,843,227 over the figure for the year 2010, representing an increase of 18%. The summary is as shown below:

S/NO	RECURRENT REVENUE	NOTES	ACTUAL 2011 N	ACTUAL 2010 N	% INCREASE/DECREASE
1	Statutory Allocations	3a	33,047,774,778	25,894,405,711	28
	II. Excess Crude Oil	3b	16,420,562,887	17,729,697,730	-7
2	Value Added Tax	2	7,232,381,584	6,247,666,656	16
3	Internally Generated Revenue	1	24,955,252,142	17,875,847,609	40
4	Sale of Fertilizer	4	1,179,248,960	672,807,695	75
5	Miscellaneous	5	68,706,506	1,664,658,229	-96
	TOTAL REVENUE		82,903,926,857	70,085,083,630	18

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

RECURRENT EXPENDITURE

The total sum of N41,251,053,251 represents Actual Recurrent Expenditure for the year under review.

The total Recurrent Expenditure for the year 2011 amounted to N41,251,053,251 and decreased by 10% when compared with the total figure of N45,862,475,652 in 2010. The summary is as shown below:

RECURRENT EXPENDITURE	NOTES	AMOUNT AS AT 31/12/2011	AMOUNT AS AT 31/12/2010	(%) INCREASE/ DECREASE
		N	N	
Personnel Costs	6	7,593,106,171	7,183,016,000	5.7%
Pension & Gratuities	7	5,019,864,341	3,607,121,085	39.00%
Overhead Cost	8	12,177,612,762	16,024,731,057	-24.00%
Consolidated Revenue Fund Charges	8	4,030,951,134	6,558,549,896	39.00%
Grants and Subventions	10	10,387,649,432	12,267,932,489	-15.00%
13% Crude Oil Derivation Payments		1,959,318,411	-	100%
Miscellaneous Revenue Expenses	5b	82,551,000	221,125,125	63.00%
TOTAL		41,251,053,251	45,862,475,652	10.00%

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2011

RECURRENT REVENUE	NOTES	YEAR 2011 N	YEAR 2010 N
Internally Generated Revenue	1	24,955,252,142	17,875,847,609
Value Added Tax (VAT)	2	7,232,381,584	6,247,666,656
Statutory Allocations	3a	33,047,774,778	25,894,405,711
Excess Crude Oil Fund	3b	9,736,225,366	12,263,208,897
13% Derivation Refunds	3b	6,222,129,489	5,466,488,833
NNPC Refunds	3b	462,208,032	-
Sale of Fertilizer	4	1,179,248,960	672,807,695
Miscellaneous Receipts (Recoveries from Banks)	5	68,706,506	1,664,658,229
TOTAL RECEIPTS	7	82,903,926,857	70,085,083,630

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2011

	YEAR 2011 N	YEAR 2010 N
LESS PAYMENTS		
Personnel Costs	-7,593,106,171	-7,183,016,000
Pension & Gratuities	-5,019,864,341	-3,607,121,085
Overhead Costs:		
Education Services	-174,393,661	-197,606,596
Transport Services	-348,861,164	-139,295,281
Housing and Urban Development	-200,678,495	-176,263,170
Health Services	-66,043,981	-891,141,738
Mining & Petro-Chemical Services	-811,522,946	-77,939,509
Agricultural Services	-111,749,100	-14,542,484,763
Others of General Nature	-10,464,363,415	-6,558,549,896
Consolidated Revenue Fund Charges	-4,030,951,134	-12,267,932,489
Grants & Subventions	-10,387,649,432	-221,125,125
Crude Oil Derivation Payments	-1,959,318,411	-45,862,475,652
Miscellaneous Revenue Expenses	-82,551,000	24,222,607,978
TOTAL PAYMENTS	-41,251,053,251	-12,231,876,256
CASH FLOW FROM OPERATING ACTIVITIES	41,652,873,606	-799,289,978
Purchase/Construction of Assets	-31,964,693,533	-17,535,000
PFMU Expenditure	-608,024,651	-13,048,701,234
Purchase of Financial Market Instruments	-10,000,000,000	
CASH FLOW FROM INVESTING ACTIVITIES	-42,572,718,184	

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 1

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2011

CASH FLOW FROM FINANCING ACTIVITIES	NOTES	YEAR 2011 N	YEAR 2010 N
Proceeds from Foreign (External) Loans	14a	367,301,232	563,570,250
Payment of Foreign (External) Loans	14b	-230,807,623	-345,220,552
Proceeds from Internal Loans/Overdrafts	15	34,653,385,990	15,055,451,488
Payment of Internal Loans/Overdrafts	15	-19,788,715,052	-6,900,845,118
Repayment Sinking Fund Account (ISPO to UBA)	15	-4,301,097,226	-4,301,097,221
Public Debts Charges (Interests on Internal Loans)	16	-1,450,275,602	-869,800,256
Payment for Fertilizer Supply	3b	-883,575,000	-892,588,125
Derivation Indices Refund	3b	-210,211,835	-
Other ISPO	3b	-233,024,264	-
Nigerian Agric Insurance Premium Subsidy	3b	-2,041,581	-
NET CASH FLOW FROM FINANCING ACTIVITIES		7,001,094,458	13,483,377,210
Net Increase/Decrease in Cash & its Equivalent	17	36,447,548,116	22,964,170,906
Cash and its Equivalent at 01/01/2011	17	43,448,642,574	36,447,548,116
Cash and its Equivalent at 31/12/2011	17		

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 2

STATEMENT OF ASSETS AND LIABILITIES

ASSETS	NOTES	YEAR 2011 N	YEAR 2010 N
Cash and Bank Balances	17	43,448,642,574	36,447,548,116
Financial Market Instruments (Investments)	13	67,376,682,688	57,376,682,688
Liabilities over Assets	18	888,439,134	-
TOTAL		111,713,764,396	93,824,230,804
LIABILITIES			
Consolidated Revenue Fund		20,998,517,235	11,677,773,396
Capital Development Fund		45,771,242,889	48,010,130,568
Foreign Loans		7,709,358,670	7,465,255,044
Internal Loans and Bond	14a	37,234,645,602	26,671,071,893
TOTAL	15b	111,713,764,396	93,824,230,901

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 3

STATEMENTS OF CONSOLIDATED REVENUE FUND AS AT 31ST DECEMBER, 2011

	NOTES	ACTUAL 2011 N	BUDGET 2011 N	VARIANCE N	AGG. JAN 2010 N
OPENING BALANCE		11,677,773,396		-11,677,773,396	201,185,248
ADD: REVENUE (INCOME)					
Taxes (Direct and Indirect)	1	5,572,042,743	6,466,883,544	-894,840,801	5,136,857,060
Fines and Fees	1	179,886,904	3,265,949,516	-3,086,062,612	1,674,184,248
Licences	1	106,150,314	659,785,000	-553,634,686	141,296,101
Earnings and Sales	1	4,841,163,985	965,212,374	3,875,951,611	2,449,504,641
Rent on Government Property	1	83,163,614	49,200,000	33,968,614	39,793,695
Dividends and Interests	1	1,586,222,078	132,355,475	1,453,866,603	589,231,023
Reimbursement	1	3,817,261,306	50,000,000	3,767,261,306	2,306,875
Miscellaneous Rev. Receipts	1	8,769,356,198	-	8,769,356,198	7,842,674,065
Other Misc Rev.	5a	68,706,506	66,100,000	2,606,506	1,493,391,228
Statutory Allocation	3a	49,468,337,665	44,544,096,218	4,924,241,440	43,624,103,441
Sale of Fertilizer	4	1,179,248,960	-	1,179,248,960	672,807,695
TOTAL REVENUE		75,671,545,273	56,199,582,127	-19,471,963,164	63,666,150,072
TOTAL REVENUE FUND		87,349,318,669	56,199,582,127	-31,149,736,542	63,867,335,320

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GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 3

STATEMENTS OF CONSOLIDATED REVENUE FUND AS AT 31ST DECEMBER, 2011

LESS: EXPENDITURE	NOTES	ACTUAL 2011	BUDGET 2011	VARIANCE	ACTUAL 2010
Personnel Costs	6	-7,593,106,171	7,758,455,284	165,349,113	-7,183,016,000
Pensions and Gratuities	7	-5,019,864,341	5,000,000,000	-19,864,341	-3,607,121,085
Consolidated Rev. Fund Charges	9a	-4,030,951,134	17,301,770,789	13,270,819,655	-6,558,549,896
Overhead Costs	8	-12,177,612,762	23,488,056,875	11,310,444,113	-16,024,731,057
Public Debts Charges	16	-1,450,275,602	-1,450,275,602	-1,450,275,602	-869,800,256
Recurrent Grants & Subventions	10	-10,387,649,432	13,286,955,058	2,899,305,626	-12,267,932,489
Miscellaneous Rev. Expenses	5b	-82,551,000	-82,551,000	-82,551,000	-221,125,125
TOTAL EXPENDITURE (b)	1	-40,742,010,442	66,835,238,006	26,093,227,564	-46,732,275,908
OPERATING BALANCE	(a-b)	46,607,308,227	66,835,238,000	20,227,929,773	17,135,059,412

STATEMENT NO. 3

STATEMENTS OF CONSOLIDATED REVENUE FUND AS AT 31ST DECEMBER, 2011

Consolidated Revenue Fund 2011 - N20,998,517,235

The Consolidated Revenue Fund of N20,998,517,235 in 2011 increased by N9,320,743,839 or 79.8% over the last year's figure of N11,677,773,396. The summary is as shown below:

APPROPRIATION / TRANSFERS	NOTES	ACTUAL 2011	ACTUAL 2010
Capital Development Fund		12,000,000,000	7,000,000,000
External Loans Repayment	14b	-230,807,623	-345,220,552
Internal Loans Repayment	15b	-19,788,715,052	-6,900,845,111
Payment for Fertilizer Supply	3c	-883,575,000	-892,588,125
Bond Repayment Sinking Fund (ISPO to UBA)	3b	-4,301,097,226	-4,301,097,228
13% Derivation Indices Refund	3b	-210,211,835	
13% Oil Derivation Payments	3b	-1,959,318,411	
Other ISPO	3b	-233,024,264	
Nigerian Agric Insurance Premium	3b	-2,041,581	
Purchase of Financial Market Instruments	13	-10,000,000,000	-17,535,000
TOTAL APPROPRIATIONS		-25,608,790,992	-5,457,286,016
CLOSING BALANCE		20,998,517,235	11,677,773,396

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

STATEMENT NO. 4

STATEMENT OF CAPITAL DEVELOPMENT FUND AS AT 31ST DECEMBER, 2011

CAPITAL DEVELOPMENT FUND - N45,771,242,889

The Capital Development Fund of N45,771,242,899 decreased from the last year's figure of N48,010,130,568 by N2,238,887,679 or 4.7% as shown below:

	NOTES	ACTUAL 2011	ACTUAL 2010
OPENING BALANCE		48,010,130,568	49,939,406,623
ADD: CAPITAL RECEIPTS			
Value Added Tax (VAT)	2	7,232,381,584	6,247,666,656
Internal Loans and Bond	15	34,653,385,987	15,055,451,488
External Loans	14a	367,301,232	563,570,250
Miscellaneous	5a		171,267,001
TOTAL CAPITAL RECEIPTS		42,253,068,803	22,037,955,395
TOTAL CAPITAL FUNDS		90,263,199,371	71,977,362,018
LESS: CAPITAL EXPENDITURE			
Economic Sector	11	-15,848,488,621	-8,711,052,067
Social Service Sector	11	-134,091,920	-126,055,652
Regional Dev. Sector	11	-6,898,162,697	-4,051,692,759
Administration Sector	11	-9,083,950,295	-2,751,353,980
Miscellaneous Capital Exps	5c	80,761,702	-527,787,014
PFMU Capital Expenditure	12	-608,024,651	-799,289,978
Transfer to CRF		-12,000,000,000	-7,000,000,000
TOTAL EXPENDITURE		-44,491,956,482	-23,967,231,450
CLOSING BALANCE		45,771,242,889	48,010,130,568

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 1

INTERNALLY GENERATED REVENUE - N24,955,252,142

The Internally Generated Revenue figure of N24,955,252,142 increased by N7,079,404 533 as against the previous year's figure of N17,875,847,609 as shown below:

REVENUE TYPE	ACTUAL 2011	ACTUAL 2010	(%) INCREASE/DECREASE
	N		
Taxes	5,572,042,743	5,136,857,060	8.50%
Fines and Fees	179,886,904	1,674,184,248	-89%
Licence	106,150,314	141,296,101	-25%
Earnings and Sales	4,841,163,985	2,449,504,641	98%
Rent on Government Property	83,168,614	39,793,596	109%
Interest, Repayment&Dividend	1,586,222,078	589,231,023	169%
Reinbursements	3,817,261,306	2,306,875	165
Miscellaneous	8,769,356,198	7,842,674,065	12%
TOTAL RECURRENT REVENUE	24,955,252,142	17,875,847,609	40%

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 2

SCHEDULE OF VALUE ADDED TAX (VAT) - N7,232,381,584

The sum of N7,232,381,584 represents Imo State figure of VAT for the year under review as summarized below. This figure shows an increase of N984,714,928 or 15.8% over the figure of N6,247,666,656 in 2010.

MONTHS	ACTUAL 2011 N	ACTUAL 2010 N
JANUARY	528,701,003	533,181,718
FEBRUARY	565,835,925	503,489,677
MARCH	539,575,747	557,582,234
APRIL	677,680,194	551,049,499
MAY	487,781,964	466,441,960
JUNE	624,707,463	598,572,256
JULY	608,886,782	482,476,939
AUGUST	742,291,575	535,926,767
SEPTEMBER	630,134,242	547,647,415
OCTOBER	679,279,654	444,618,886
NOVEMBER	577,514,369	497,978,297
DECEMBER	569,992,666	528,701,002
TOTAL	7,232,381,584	6,247,666,656

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 3

GROSS STATUTORY ALLOCATION FROM FEDERATION ACCOUNT - 2011

MONTHS	GROSS STA RECEIVED	GROSS MINERAL REVENUE	EXCESS CRUDE/BUDGET AUGMENTATION	SUB-TOTAL	PAYMENT ADJUSTMENT BY CBN	TOTAL
JANUARY	N 2,272,169,922	475,704,899	N 125,772,386	N 2,873,647,207	-	N 2,873,647,207
FEBRUARY	2,297,467,411	362,251,385	88,580,399	2,748,299,195	-	2,748,299,195
MARCH	2,312,230,144	456,126,539	62,756,537	2,831,113,220	-	2,831,113,220
APRIL	2,321,143,018	446,102,513	58,775,442	2,826,020,973	-	2,826,020,973
MAY	2,030,237,034	278,919,683	766,438,221	3,075,594,938	-	3,075,594,938
JUNE	2,537,540,610	491,415,546	1,254,655,878	4,283,612,034	-	4,283,612,034
JULY	3,058,343,976	607,508,024	4,648,537,057	8,314,389,057	-	8,314,389,057
AUGUST	3,491,786,076	691,476,700	129,220,688	4,312,483,464	-	4,312,483,464
SEPTEMBER	3,605,426,490	650,318,411	-	4,255,744,901	-	4,255,744,901
OCTOBER	3,584,221,482	742,626,300	595,104,340	4,921,952,122	231,104,016	5,153,056,138
NOVEMBER	2,868,388,296	506,556,993	879,263,350	4,254,208,639	115,552,008	4,369,760,647
DECEMBER	2,668,820,319	513,122,496	1,127,121,068	4,309,063,883	115,552,008	4,424,615,891
TOTAL	33,047,774,778	6,222,129,489	9,736,225,366	49,006,129,633	462,208,032	49,468,337,665

GOVERNMENT OF IMO STATE OF NIGERIA
REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 3A

STATUTORY ALLOCATION
FROM FEDERATION ACCOUNT - 2011

The total sum of N33,047,774,778 represents the Actual Statutory Allocation for the year 2011 and increased by N7,153,369,067 or 27.6% over the previous year's figure of N25,894,405,711

MONTHS	GROSS SRA RECEIVED 2011	GROSS SRA RECEIVED 2010
JANUARY	2,272,169,922	1,851,078,479
FEBRUARY	2,297,467,411	1,495,126,273
MARCH	2,312,230,144	1,545,583,639
APRIL	2,321,143,018	2,305,812,610
MAY	2,030,237,034	2,196,956,465
JUNE	2,537,540,610	2,360,136,055
JULY	3,058,343,976	2,358,771,119
AUGUST	3,491,786,076	2,377,685,352
SEPTEMBER	3,605,426,490	2,380,008,606
OCTOBER	3,584,221,482	2,374,521,264
NOVEMBER	2,868,388,296	2,376,555,927
DECEMBER	2,668,820,319	2,272,169,922
TOTAL	33,047,774,778	25,894,405,711

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 3B

GROSS STATUTORY ALLOCATION FROM FEDERATION ACCOUNT - 2011 EXCESS CRUDE OIL - N16,420,562,887

The sum of N16,420,562,887 represents the Actual Crude Oil allocation for the year 2011 as summarized below:
The Excess Crude Oil figure of N16,420,562,887 being Imo State share from the Federation Account in 2011 decreased by N1,309,134,843 or 7.4% as against the previous year's figure of N17,729,697,730.

MONTHS	GROSS MINERAL REVENUE	EXCESS CRUDE/BUDGET AUGMENTATION	NNPC REFUND	TOTAL 2011	ACTUAL 2010
JANUARY	N 475,704,899	N 125,772,386	N	N 601,477,285	N 429,452,589
FEBRUARY	362,251,385	88,580,399	N	450,831,784	2,793,240,823
MARCH	456,126,539	62,756,537	N	518,883,076	1,562,721,111
APRIL	446,102,513	58,775,442	N	504,877,955	3,496,676,581
MAY	278,919,683	766,438,221	N	1,045,357,904	754,074,840
JUNE	491,415,546	1,254,655,878	N	1,746,071,424	2,229,138,810
JULY	607,508,024	4,648,537,057	N	5,256,045,081	499,629,667
AUGUST	691,476,700	129,220,688	N	820,697,388	2,816,177,090
SEPTEMBER	650,318,411	-	N	650,318,411	602,255,608
OCTOBER	742,626,300	595,104,340	N	1,568,834,656	412,114,790
NOVEMBER	506,556,993	879,263,350	N	1,501,372,351	1,532,738,536
DECEMBER	513,122,496	1,127,121,068	N	1,755,795,572	601,477,285
TOTAL	6,222,129,489	9,736,225,366	462,208,032	16,420,562,887	17,729,697,730

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 3B

SCHEDULE OF REPAYMENT OF BOND WITH ISPO

The total sum of N4,301,097,226 and N230,807,623 represents repayments of Imo State Bond and Foreign debts as summarized below:

MONTHS	BOND	FOREIGN DEBTS	OTHER ISPO
JANUARY	N 358,424,769	N 28,768,379	
FEBRUARY	358,424,769	18,367,204	20,833,333
MARCH	358,424,769	18,367,204	4,166,667
APRIL	358,424,769	18,367,204	26,003,033
MAY	358,424,769	18,367,204	26,003,033
JUNE	358,424,769	18,367,204	26,003,033
JULY	358,424,769	18,367,204	26,003,033
AUGUST	358,424,769	18,367,204	26,003,033
SEPTEMBER	358,424,769	18,367,204	26,003,033
OCTOBER	358,424,769	18,367,204	26,003,033
NOVEMBER	358,424,769	18,367,204	26,003,033
DECEMBER	358,424,769	18,367,204	26,003,033
TOTAL	4,301,097,226	230,807,623	233,024,264

GOVERNMENT OF IMO STATE OF NIGERIA

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 3B

SUMMARY OF OTHER DEDUCTIONS FROM FAAC IN 2011

MONTHS	2011 FERTILIZER SUPPLY	13% DERIVATION INDICES REFUND	PREMIUM SUBSIDY OWED OF NIG AGRIC INS
JANUARY	-	21,105,907	
FEBRUARY	-	11,387,256	
MARCH	220,893,750	11,387,256	
APRIL	220,893,750	19,368,020	
MAY	220,893,750	19,368,020	
JUNE	-	19,368,020	
JULY	-	19,368,020	
AUGUST	-	19,368,020	
SEPTEMBER	-	19,368,020	
OCTOBER	-	19,368,020	
NOVEMBER	-	19,368,020	
DECEMBER	-	-	
TOTAL	883,575,000	210,211,835	2,041,581

NOTE 4

SALE OF FERTILIZER (UBA ACCOUNT:031002000-7826)

The sum of N1,179,248,960 was realized from the sale of Fertilizer in 2011 as against N672,807,695 in 2010. This resulted in an increase of N506,441,265 or 75.27% in 2011.

MONTHS	2011	2010
JANUARY	N 120,814,980	
FEBRUARY	414,817,260	
MARCH	368,044,820	
APRIL	131,948,960	
MAY	53,078,740	
JUNE	18,495,020	
JULY	20,243,080	
AUGUST	11,039,600	
SEPTEMBER	51,194,000	
OCTOBER	3,217,500	
NOVEMBER	-13,645,000	
DECEMBER		
TOTAL	1,179,248,960	672,807,695

OCEANIC BANK PLC A/C NO:3161301005056

	2011	2010
Fertilizer Sales	N	N
TOTAL	1,179,248,960	672,807,695
GRAND TOTAL		672,807,695

GOVERNMENT OF IMO STATE OF NIGERIA

**REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

**NOTE 5A
MISCELLANEOUS REVENUE/CAPITAL RECEIPTS**
The total Miscellaneous/Capital Receipts in 2011, amounted to N68,706,506. This amount decreased by N1,595,951,723 or 96% when compared with the previous year's figure of N1,664,658,229.

MISCELLANEOUS REVENUE RECEIPTS/MISCELLANEOUS CAPITAL RECEIPTS	2011 N	2010 N
FAAC Fertilizer Subsidy	-	858,000,000
Various balance in TPO & STO bank accounts	68,706,506	635,391,228
Coveries from Access Bank (Intercontinental Bank) on Excess Charge	68,706,506	1,493,391,228
TOTAL	68,706,506	-
MISCELLANEOUS CAPITAL RECEIPTS	2011- N	2010- N
PFMU Bank Interest and Refunds in 2008 (See Note 12)	-	5,552,001
PFMU Receipts (Government's Cash Capital Contribution)	-	165,715,000
TOTAL	-	171,267,001
GRAND TOTAL	68,706,506	1,664,658,229

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 5B

MISCELLANEOUS REVENUE EXPENDITURE - N82,551,000

The Miscellaneous Revenue Expenditure figure of N82,551,000 decreased by N138,574,125 or 63% as against the 2010 figure of N221,125,125

MISCELLANEOUS REVENUE EXPENDITURE	2011 N	2010 N
13% Derivation Refund	-	150,785,581
Office of the Governor, Government House	26,396,000	40,839,544
Office of the Deputy Governor, Government House	21,000,000	-
Ministry of Finance	7,115,000	-
Office of the Executive Governor, SSG Office	15,315,000	29,500,000
Office of the Head of Service	5,000,000	-
Ministry of Health	1,000,000	-
Ministry of Women Affairs and Social Development	1,725,000	-
Ministry of Public Utilities and Rural Development	5,000,000	-
TOTAL	82,551,000	221,125,125

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

SCHEDULE OF PERSONNEL COST OF MINISTRIES

NOTE 6

PERSONNEL COST - N7,593,106,171

The Personnel Cost of N7,593,106,171 in 2011 increased by N410,090,171 or 6% as against the last year's figure of N7,183,016,004.

HEAD	MINISTRY/DEPT	ACTUAL 2011	ACTUAL 2010
412	N	-475,628,739	498,469,671
412-1	Office of the Executive Governor	-145,856,827	99,188,850
412-1	Office of the Deputy Governor	-81,119,362	76,147,097
412-2	Min. of Local Govt. Chieftaincy Affairs	-65,219,325	79,142,353
413-1	Min. of Planning & Econ. Devt.	-283,815,656	264,891,354
413-2	Office of the Secretary to the State Govt	-163,589,092	153,109,666
414	Office of the Head of Service	-540,062,030	444,084,251
415	Min. of Agriculture & Natural Resources	-263,707,681	219,807,840
416	Min. of Commerce & Industry	-188,868,741	175,624,815
417	Min. of Education	-238,380,870	223,271,345
418	Ministry of Finance	-527,884,173	587,378,190
419	Ministry of Health	-162,071,676	170,543,611
420	Min. of Information & Strategy	-495,031,525	286,535,952
421	Ministry of Justice	-161,567,830	175,466,509
422	Min. of Lands, Survey & Urban Planning	-311,655,381	344,461,262
423-1	Min. of Works, Housing & Transport	-84,185,024	89,328,720
423-2	Min. of Housing & Urban Development	-99,386,214	65,609,513
424	Office of the Auditor General-State	-77,471,544	77,315,751
425-1	Office of the Auditor General-Local	-66,183,711	767,111,917
	Civic Service Commission	-690,907,104	
	Judiciary-High Court	25	

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE ENDED 31ST DECEMBER, 2011.

SCHEDULE OF PERSONNEL COST OF MINISTRIES

NOTE 6 (CONT'D).

HEAD	MINISTRY/DEPT	ACTUAL 2011	ACTUAL 2010
		N	N
425-2	Judiciary-Customary Court of Appeal	-745,814,173	600,977,138
426	Judicial Service Commission	-94,681,317	101,987,310
427	Local Government Services Commission	-58,898,170	50,450,169
428	Board of Internal Revenue	-185,078,878	188,400,441
429	Legislature	-487,904,180	505,893,802
430	Min. of Women Affairs & Social Dev.	-129,200,105	83,838,863
431	Min. of Public Utilities & Rural Dev.	-202,603,867	182,606,841
432	Min. of Youths & Sports	-80,509,908	86,726,902
433	Imo State Independence Electoral Comm.	-161,922,430	179,400,000
434	Min. of Petroleum & Environment	-142,476,426	132,228,619
435	Min. of Culture & Tourism	-42,075,379	53,429,010
436	House of Assembly Service Commission	-109,072,103	96,488,861
437	Min. of Special Duties	-440,824	8,820,084
	Local Government Pension Board	-	97,500,000
	NSCDC	-	16,779,293
	OTHERS	-29,735,906	-
	ENTRACO	-	-
	TOTAL	-7,593,106,171	7,183,016,000
		26	

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 7

SCHEDULE OF PENSIONS & GRATUITIES

PENSIONS AND GRATUITIES N5,019,864,341 (2011)

Pensions and Gratuities amounting to N5,019,864,341 were paid to retired Civil Servants and other Public Officers of Imo State in 2011. However there was an increase of 39% on Pensions and Gratuities when compared with payments in 2010.

MONTHS	ACTUAL 2011	ACTUAL 2010
JANUARY	-	-
FEBRUARY	212,231,206	269,282,823
MARCH	569,694,927	269,752,460
APRIL	283,694,211	284,662,861
MAY	-	282,413,180
JUNE	169,115,820	331,540,328
JULY	2,025,985,374	288,022,985
AUGUST	608,984,203	315,031,323
SEPTEMBER	163,881,994	334,368,538
OCTOBER	835,310,397	274,602,946
NOVEMBER	43,848,394	374,600,699
DECEMBER	107,117,815	582,842,942
TOTAL	5,019,864,341	3,607,121,085

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 8 (B)

OVER HEAD COSTS - N12,177,612,762

The sum of N12,177,612,762 represents total Overhead Costs in 2011 which is 29.5% of the recurrent expenditure for the year under review. However this amount decreased by N3,847,118,295 or 24% when compared with the 2010 figure of N16,024,731,057.

SCHEDULE OF OVERHEAD COSTS BY SECTORS	ACTUAL 2011	APPROVED BUDGET	VARIANCE	ACTUAL 2010
BREAKDOWN OF OVERHEADS COSTS	N	N	N	N
EDUCATIONAL SERVICES (MOE)	174,393,661	586,865,680	412,472,019	197,606,596
TRANSPORT SERVICES (MOWT)	348,861,164	291,960,272	56,900,892	139,295,281
MINISTRY OF HOUSING AND URBAN DEV.	200,678,495	252,886,742	52,208,247	-
HEALTH SERVICE (MH)	66,043,981	112,465,000	46,421,019	176,263,170
MINING AND PETROLEUM SERVICES				
(MCI, MLSUP, MPE, MPURD)	811,522,945	1,230,004,494	418,481,549	891,141,738
AGRIC SERVICES (MANR)	111,749,100	137,140,000	25,390,900	77,939,509
OTHERS OF GEN NATURE	10,464,363,416	18,581,940,534	8,117,577,118	14,542,484,763
(OTHERS, NON OF THE ABOVE)-(See note 8c)	12,177,612,762	21,193,262,722	9,129,451,744	16,024,731,057
TOTAL				

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 9

SCHEDULE OF CONSOLIDATED REVENUE FUND CHARGES

The Consolidated Revenue Fund Charges of N4,030,951,134 in 2011 decreased by N2,527,598,762 or 38% as against the previous year's figure of N6,558,549,896.

DESCRIPTION	ACTUAL 2011	ACTUAL 2010
Office of the Executive Governor	N 2,552,726,102	N 3,704,722,282
Office of the Deputy Governor	220,000,000	223,296,950
Min. of Local Govt. Chieftaincy Affairs	3,000,000	265,854,400
Office of the Secretary to the State Govt.	158,270,000	1,942,550
Min. of Planning & Econ. Devt.	25,137,200	
Min. of Commerce and Industry	45,850,000	
Civil Service Commission	16,000,000	
Office of the Head of Service		345,000,000
Imo State House of Assembly Commission		
Min. of Finance	500,000	
Office of the Auditor General-State		
Office of the Auditor General - Local Govt.		10,000,000
Min. of Lands, Survey & Urban Planning		
Judiciary-Service Commission		19,000,000
Judiciary-High Court	21,666,666	33,000,000
Judiciary-Customary Court of Appeal	20,666,666	30,000,000
Min. of Public Utilities & Rural Dev.		1,040,000,000
Local Government Service Commission	55,000,000	
Legislature-Imo State House of Assembly	574,233,348	
Imo State Independent Electoral Commission		885,733,714
Bank Charges (Schd 9b)	337,901,152	6,558,549,896
TOTAL CONSOLIDATION REVENUE FUND	4,030,951,134	

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 10

GRANTS AND SUBVENTIONS ACCORDING TO MINISTRIES

GRANTS AND SUBVENTIONS - N10,387,649,432

Grants and Subventions figure of N10,387,649,432 in 2011 decreased by N1,880,283,051 or 15% as against the previous year's figure of N12,267,932,489.

HEAD	MINISTRIES/DEPARTMENTS	ACTUAL	
		2011	2010
0412-	Office of the Executive Governor	1,781,617,343	1,525,869,821
0412/1	Office of the Deputy Governor	13,887,077	96,475,000
0413-1	Office of the S.S.G	30,000,000	28,000,000
0412-2	Office of the Head of Service	7,200,000	900,000
0414-	Min. of Agriculture	187,750,000	378,533,890
0415-	Commerce and Industries	120,513,027	159,244,036
0416-	Min. of Education	6,073,670,893	6,950,618,583
0417-	Min. of Finance	1,487,620,364	303,000,000
0418-	Min. of Health	200,434,509	2,198,090,919
0419-	Min. of Information and Strategy	2,499,333	240,343,573
0420-	Min. of Justice	18,000,000	22,016,667
0421-	Min. of Lands, Survey & Urban Development	57,280,000	23,400,000
0430-	Min. of Women Affairs & Social Development	22,000,000	73,540,000
0431-	Min. of Public Utilities & Rural Development	146,950,000	24,000,000
0432-	Min. of Youths and Sports	75,000,000	96,400,000
0435-	Min. of Culture and Tourism	10,387,649,432	147,500,000
			12,267,932,489

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 11

PURCHASE / CONSTRUCTION OF ASSETS

The total figure of N31,964,693,533 increased by N19,732,817,277 or 161% over the figure of N12,231,876,256 in 2010 due to numerous economic activities in the state.

SECTORS	2011 CASH FLOW	ADJUSTMENT	TOTAL 2011	TOTAL 2010
Economic Sector	N 15,848,488,621	N -	N 15,848,488,621	N 5,302,773,865
Social Service Sector	134,091,920		134,091,920	126,055,652
Regional Dev. Sector	6,898,162,697		6,898,162,697	4,051,692,759
General Administration	10,728,427,939	-1,664,477,644	9,083,950,295	2,751,353,980
TOTAL	33,609,171,177	-1,644,477,644	31,964,693,533	12,231,876,256
		31		

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011

NOTE 12

SUMMARY OF PROJECT FINANCIAL MANAGEMENT UNIT (PFMU) TRANSACTIONS FOR 2011

	TRANSFER	IDA LOAN RECEIPTS	GCC/LOAN	INTEREST/REFUNDS	TOTAL RECEIPTS	TOTAL DISBURSEMENTS	OPENING BALANCES	CLOSING BALANCE
PROJECT	-	N	N	N	N	N	01/01/2011	N
HSDP II (WORLD BANK)	-	110,383,360	51,500,000	1,958,809	163,842,169	-194,886,090.00	43,389,565.00	12,345,644.00
HEALTH IV (ADB)	-					-19,790,596	19,790,596.00	-
LEMP	-					-70,987.00	70,987.00	-
HIV/AIDS PROG. MPA I	-523,662					-3,842,821.00	3,842,821.00	-
HIV/AIDS PROG. MPA II	523,662	66,308,636	52,000,000	322,306	119,154,604	-88,173,073.00	11,366,845.00	30,981,531.00
FADAMA II		190,609,236	37,000,000	353,781	227,963,017	-11,366,835	85,969,695.00	-
FADAMA III						(289,894,23)	24,038,473.00	
TOTAL		367,301,232	140,500,000	2,634,896	510,959,790	-608,024,651	164,430,509.00	67,365,648

GOVERNMENT OF IMO STATE OF NIGERIA

REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF THE GOVERNMENT OF IMO STATE OF NIGERIA
FOR THE YEAR ENDED 31ST DECEMBER, 2011.

NOTE 13

SUMMARY OF FINANCIAL MARKET INSTRUMENTS (INVESTMENTS)

CLASSIFICATION	NOTE	BALANCE 31/12/2011	BALANCE 31/12/2010
Quoted Investments	13A	N 1,510,197,122	N 1,510,197,122
Unquoted Investments	13B	307,930,172	307,930,172
Other Investments	13C	65,558,555,394	55,558,555,394
TOTAL		67,376,682,688	57,376,682,688

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NOTE 13C

SCHEDULE OF OTHER INVESTMENTS

Other Investments in 2011 amounted to N65,558,555,394 and increased by N10,000,000,000 or 18% over the previous year's figure of N55,558,555,394.

S/NO	DETAILS	BALANCE 01/01/2011	BALANCE 01/01/2011	ADDITIONS IN 2011 USD \$	ADDITIONS IN 2011 N	BALANCE 31/12/2011 USD \$	BALANCE 31/12/2011 N
1	IBRD TREE CROP AND OTHERS	USD \$ 18,557,294	N 2,412,600,757	-	-	USD \$ 18,557,294	N 2,412,600,757
2	IFAD, ELD & EDF OIL PALM & ADAPALM	13,074,114	1,699,742,287	-	10,000,000,000	13,074,114	11,699,742,287
3	ADAPALM, CONCORDE HOTEL & OTHER COMPANIES	310,135,095.00	40,317,562,350	-	-	310,135,095.00	40,317,562,350.00
4	SPIBAT PROJECT, AVUTU POULTRY AND OTHERS	85,605,000	11,128,650,000	-	-	85,605,000	11,128,650,000
	GRAND TOTAL	427,371,503	55,558,555,394	-	10,000,000,000	427,371,503	65,558,555,394

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NOTE 14C

EXTERNAL LOAN SCHEDULE

LOAN	PROJECT	OPENING PRINCIPAL 2011 N	ADDITIONS FOR THE YEAR 2011 N	REPAYMENTS FOR THE YEAR 2011 N	NET FOR THE YEAR 2011 N	EXCHANGE GAIN/LOSS 2011 N	CLOSING BALANCE 2011 N	CLOSING BALANCE 2011 \$
BRD	National Fadama	3,461,850	-	(2,071,213)	1,390,637	74,510	1,465,147	9,581
	National Agric. Tech. Supp	7,639,800	-	(4,563,888)	3,075,912	164,463	3,240,376	21,189
	National Water Rehab.	54,324,600	-	(49,650,248)	4,674,352	1,125,203	5,799,555	37,924
IDA	1st Education	4,413,150	-	(1,008,386)	3,404,764	89,386	3,494,150	22,849
	Health System Dev. Prog. II	466,959,750	-	-	466,959,750	8,010,773	474,970,523	3,105,909
	Health System Dev. Prog. II(Add)	376,719,900	110,383,360	-	487,103,260	36,073,129	523,176,389	3,421,135
	HIV/AIDS	713,052,150	66,308,636	(8,447,300)	770,913,486	(53,775,151)	717,138,336	4,689,484
	Local Empower & Env. Mgt	1,167,461,400	-	-	1,167,461,400	23,687,999	1,191,149,399	7,789,119
FAD	National Fadama II	1,009,083,000	-	-	1,009,083,000	17,370,681	1,026,453,681	6,712,147
	Universal Basic Education	724,961,700	-	-	724,961,700	14,722,883	739,684,583	4,836,917
	Third National Fadama Dev.	284,697,750	190,609,236	-	475,306,986	1,756,099	477,063,085	3,119,593
ADF	Comm. Based Natural Res.	71,292,000	-	-	71,292,000	1,321,523	72,613,523	474,832
	Comm. & Social Dev.	559,193,550	-	-	559,193,550	384,415	384,415	2,514
EDF	Health System IV	2,021,994,450	-	(89,423,725)	1,932,570,725	6,652,103	565,845,653	3,700,156
	Oil Palm Belt Rural Dev. 87.5%	7,465,255,050	-	(155,164,760)	7,677,391,522	(25,690,869)	1,906,879,856	12,469,396
	TOTAL		367,301,232			31,967,148	7,709,358,670	50,412,743

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NOTE 14D

SUMMARY OF PRINCIPAL LOAN POSITION 31/12/2011 (\$)

LOAN	PROJECT	OPENING PRINCIPAL 2011 \$	ADDITIONS FOR THE YEAR 2011 \$	REPAYMENTS FOR THE YEAR 2011 \$	NET FOR THE YEAR 2011 \$	ADJUSTMENT FOR THE YEAR 2011 \$	CLOSING BALANCE 2011 \$	ADJUSTMENT FOR THE YEAR 2011 N
IBRD	National Fadama	23,079	-	13,544.00	9,535	46	9,581	7,009
	National Agric. Tech. Supp	50,932	-	29,844.00	21,088	101	21,189	15,497
	National Water Rehab.	362,164	-	324,671.00	37,493	431	37,924	65,946
	1st Education	29,421	-	6,594.00	22,827	22	22,849	3,335
	Health System Dev. Prog. II	3,113,065	-	-	3,113,065	(7,156)	3,105,909	(1,094,319)
	Health System Dev. Prog II (Add)	2,511,466	710,079	-	3,221,545	199,590	3,421,135	30,522,264
	HIV/AIDS	4,753,681	428,871	-	5,127,314	(437,830)	4,689,484	(66,955,132)
	Local Empower & Env. Mgt	7,783,076	-	-	7,783,076	6,043	7,789,119	924,059
	National Fadama II	6,727,220	-	-	6,727,220	(15,073)	6,712,147	(2,305,092)
	Universal Basic Education	4,833,078	-	-	4,833,078	3,839	4,836,917	587,097
IFAD	Third National Fadama Dev.	1,897,985	1,257,226	-	3,155,211	(35,618)	3,119,593	(5,446,926)
	Comm. Based Natural Res.	475,280	-	-	475,280	(448)	474,832	(68,576)
	Comm. & Social Dev.	-	-	-	-	2,514	2,514	384,453
ADF	Health System IV	3,727,957	-	-	3,727,957	(27,801)	3,700,156	(4,251,426)
	Oil Palm Belt Rural Dev. 87.5%	13,479,963	-	-	12,895,207	(425,811)	12,469,396	(65,117,096)
EDF								
	TOTAL	49,768,367	2,396,176	1,014,647	51,149,896	(737,153)	50,412,743	(112,728,908)

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AUDIT INSPECTION REPORT OF VARIOUS OFFICES

INTRODUCTION:

Audit examination of Government Accounts and Records kept in various Ministries and Non-Ministerial Departments is carried out on continuous basis. Therefore, notwithstanding that this Reports deal mainly with the Accountant-General's Statements of Account for 2011 Financial Year, observations arising from recent Audit Inspection of Ministries and Non-Ministerial Departments are included in this Section in order to bring this Annual Report as up to date as possible.

IMO STATE UNIVERSITY

1 UNPAID SCHOOL FEES – N1,560,373,220.00

A total sum of N1,560,373,220.00 represents unpaid School Fees by Students of the University for 2008/2009, 2009/2010 and 2010/2011 Academic Sessions up to July, 2011, as summarized below;

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ACADEMIC SESSION	NO. OF STUDENTS YET TO PAY	AMOUNT UNPAID
2008/2009	N9,513	N278,473,000.00
2009/2010	2,417	N189,431,690.00
2010/2011 (up to 31/7/11)	18,807	N1,092,468,530.00
TOTAL	30737	N1,560,373,220.00

The above observation was communicated to the Vice Chancellor in my Audit Inspection Report No.SCA.42/3/110 of 10th September, 2012. The total outstanding School Fees of N1,560, 373,220.00 should be collected from the debtor students and drawn to my attention during the next Audit Inspection. This matter is still kept in view.

2
PAY-AS-YOU-EARN TAX DEDUCTIONS COLLECTED BUT NOT REMITTED TO THE BOARD OF INTERNAL REVENUE, OWERRI – N116,108,294.51

A total sum of N116,108,294.51 represents Pay-As-Earn Tax deductions from sundry staff salaries for 2009, 2010 and 2011 up to March, 2011, which was not remitted to Board of Internal Revenue, Owerri, and therefore, was not accounted for. This observation was communicated to the Vice Chancellor in my Audit Inspection Report of 10th September, 2012. The Bursar was requested to remit the above sum of N116,108,294.51 to the Board of Internal Revenue, Owerri, without further delay and inform me. Reaction is still awaited.

3 UNRETIRED I.O.U'S AND ADVANCES - N37,539,288.60

A total sum of N37,539,288.60 represented I.O.U's and Advances granted to sundry staff of the University for sundry services rendered between November, 2005 to December, 2009, which have not been retired, as at September, 2011. Details of this observation were communicated to the Vice Chancellor, Imo State University in my Audit Inspection Report No.SCA.42/3/1110 of 10th September, 2012.

The Beneficiaries of these I.O.U's and Advances are expected to retire or refund the amounts listed against their names, totaling N37,539,288.60. The reply to this Query has not been received as at the time of writing this Report.

4 DEDUCTION OF WITHHOLDING TAX, IMO STATE UNIVERSITY DEVELOPMENT LEVY, AND PAY-AS-YOU-EARN TAX NOT ACCOUNTED FOR - N5,440,259.04

Examination of Cheque Payment Vouchers revealed that a total sum of N5,440,259.04 was deducted from payments made to sundry Contractors and part time Lecturers, as 5% Imo State Withholding Tax on Contract and services, 1% Imo State University Development Levy on Contracts and Services and 4% Tax on salaries of part-time Lecturers. No evidence was produced to show that the deductions were paid to Board of Internal Revenue, Owerri, and that the deduction of 1% Imo State University Development Levy was paid into the coffers of the University. This matter was brought to the attention of the Vice-Chancellor in my Audit Inspection Report of 10th September, 2012, advising that the sum of N5,440,259.04 should be appropriately accounted for. This matter is still under correspondence.

IMO STATE TOURISM BOARD, OWERRI

5 UNDER-DEDUCTION OF PAY-AS-YOU-EARN – N425,520.40

A total of N425,520.40 was under deducted as Pay-As-You-Earn(PAYE) Tax between November, 2011 and March, 2012, from sundry staff of the Board. This arose as a result of using a wrong Tax Table, instead of the State Board of Internal Revenue Tax Table which took effect from 1st November, 2011.

The details are contained in my Audit Inspection Report No. SCA.56/2/46 of 18th September, 2012. The attention of the General Manager of the Board was drawn to this observation, and he was advised to make-up the short fall of N425,520.40 from the affected staff of the board. The reaction short to this report is still awaited as at the time of writing this report.

IMO STATE OIL PRODUCING AREAS DEVELOPMENT COMMISSION
(ISOPADEC) OWERRI

6 INCONSISTENT EXPENDITURE – N77,000,000.00

The total of N77,000,000.00 was spent between 6th June and 12th December, 2010 on different expenditure Sub-Heads which have no basis with the Commissions budget and are inconsistent with the stipulations of existing Financial Rules and Regulations in the Public Sector. The Payment Vouchers have no accompanying Receipt/Invoices or evidences of acknowledgement of Receipt by the respective payees. The details of this observation were communicated to the Chairman, ISOPADEC in my Audit Inspection Report No.SCA.138/2 of 28th September, 2012, requesting him to explain or recover from the payees, the sum of N77,000,000.00 and inform me of the Treasury Recovery Particulars. His Reply is still being awaited at the time of writing this Report.

7
NON-DEDUCTION OF 5% WITHHOLDING TAX AND 5% VALUE-ADDED TAX – N10,440,553.90

A total of N10,440,553.90 represented 5% withholding Tax and 5% Value Added Tax payable by sundry Contractors, who rendered services or made supplies to the Commission, which were not deducted at the time of payment for the jobs done. Details of this observations were communicated to the Chairman, ISOPADEC in my Audit Inspection Report dated 28th September, 2012, requesting him to recover from the affected Contractors, the sum of N10,440,553.90 and furnish me with the necessary Treasury Particulars or evidence of payment to the Board of Internal Revenue and Federal Inland Revenue Services. His reaction is still being awaited at the time of writing this Report.

COLLEGE OF HEALTH SCIENCE AND TECHNOLOGY, AMAIGBO
NON-DEDUCTION OF 5% WITHHOLDING TAX AND VALUE-ADDED TAX – N1,206,141.90

8
The sum of N603,070.95 being 5% withholding Tax and N603,070.95 Value-Added Tax totalling N1,206,141.90 payable to Imo State Board of Internal Revenue and Federal Inland Revenue Services, respectively, were not deducted on payment of N12,061,499.00 made to sundry Contractors. Details of this observation was communicated to the Provost of the College in my Audit Inspection Report of 8th June, 2012, requesting him to recover the sums of N603,070.95 Withholding Tax and N603,070.95 Value-Added Tax, respectively, from the Contractors, and remit same to the State Board of Internal Revenue and Federal Inland Revenue Services and inform me. His reaction to this Report is still being awaited.

9 OVER-AGED CASUAL STAFF DUE FOR DISENGAGEMENT

Staff Audit verification revealed that 13(thirteen) Casual Staff of the College were over-aged and therefore due for disengagement from the Services of the College. The attention of the Provost of the College was drawn to this observation in my Audit Report of 8th June, 2012 and he was requested to take immediate steps to disengage the affected staff from the services of the College. His reaction is still awaited.

10 APPARENT GHOST STAFF AT THE COLLEGE

The Staff Audit revealed that 7(seven) staff of the College were either non-existed or absconded, while their names were still in the staff Nominal Roll and Payroll Sheets of the College. In other words, these staff collect their monthly salaries with no services to show for it. The attention of the Provost was also drawn to this observation in my Audit Report of 8th June, 2012, requesting him to explain and ensure immediate removal of the names of these staff from both the Nominal Roll and Payroll records. His reaction to this matter is still being awaited at the time of this Report.

IMO STATE ENVIRONMENTAL TRANSFORMATION
COMMISSION (ENTRACO)

11 NON-DEDUCTION OF PAY-AS-YOU-EARN (PAYE) TAX – N1,059,503.21

No Pay-As-You-Earn (PAYE) Tax deductions were made from the salaries of sundry staff of the Commission between January, 2012 to April, 2012 to the tune of N1,059,503.21. The details are contained in my Audit Inspection Report of 19th June, 2012, in which the General Manager was requested to ensure that the above sum of N1,059,503.21 was deducted from the staff of the Commission, and remitted to the Board of Internal Revenue. His reaction to this matter is still being awaited at the time of this Report.

12 NON DEDUCTION OF 10% CONSULTANCY TAX –N1,404,574.00

During the Audit Inspection of the Commission, it was discovered that 10% Consultancy Tax amounting to N1,404,574.00 deductible at source from the value of Revenue rebates paid to sundry Revenue Agents, was not deducted before payments were made to them. The details are contained in my Audit Inspection Report of 19th June, 2012, in which the Chairman of the Commission was intimated with the observation, requesting him to recover the sum of N1,404,574.00 from the defaulting Revenue Agents or the Officer of the Commission who authorized the Payment. His reaction is still being awaited at the time of this Report.

**IMO STATE UNIVERSITY TEACHING HOSPITAL
(IMSUTH), UMUNA ORLU**

13 UNAUTHORIZED N25M LOAN FACILITY

A N25M (Twenty-five Million Naira) Loan Facility was resolved to be raised by the IMSUTH Board at her January, 2012 regular meeting. This facility was accessed and paid in February, 2012. This borrowing is considered irregular as Law No. 9, Subsection 3(a), of the Board States that "the Board shall, with the approval of the Executive Governor, have power to borrow Money." There was no evidence that the Board had any formal approval by the Executive Governor to borrow the said sum of N25 million Naira. This observation was brought to the attention of the Chief Medical Officer of IMSUTH, requesting him to explain the circumstances that led to this borrowing without following due process. His reaction on the above matter is still being awaited at the time of writing this Report.

**IMO STATE UNIVERSAL BASIC EDUCATION
BOARD (IMOSUBEB), OVERRI**

14 PAY-AS-YOU-EARN (PAYE) TAX DEDUCTIONS UNACCOUNTED FOR – N508,361,934.17

Pay-As-You-Earn (PAYE) Tax Deductions amounting to N508,361,934.17 realized between October, 2011 to April, 2012 As Tax deductions from sundry staff salaries of the Board, by the Ministry of Local Government and Chieftaincy Affairs, whose responsibility it was to pay salaries of staff of IMOSUBEB for the period, was neither remitted to the state Board of Internal Revenue, nor accounted for during my Audit Inspection. The attention of the Chairman of the Imo State Universal Basic Education Board was drawn to this observation in my Audit Inspection Report of 19th June, 2012, requesting the Director of Accounts of the Ministry of Local Government and Chieftaincy Affairs to explain and ensure that the total sum of N508,361,934.17 PAYE Tax Deductions was paid into the coffers of the State Board of Internal Revenue and inform me for my verification. This matter is still being kept in view.

MINISTRY OF HEALTH

15 UNREMITTED ARREARS OF PAYE-N24,855,037.83

The sum of N24,855,037.83 stands as Pay-As-You-Earn Tax deductions from various staff of the Ministry from January, 2012 to July, 2012 for which no evidence of payment into Government Coffers at Board of Internal Revenue, Owerri was shown. Details of this observation were communicated to the Honourable Commissioner Ministry of Health in my Audit Inspection Report Min.12/VI/892 of 3rd December, 2012 requesting that immediate steps should be taken to pay over the sum of N24,855,037.83 to the Board of Internal Revenue or produce evidence of payment if already paid. The reply is being awaited.

16 PAYMENT OF SALARY TO RETIRED AND DEAD OFFICERS-N746,729.70

The total sum of N746,729.70 was paid to retired and dead officers of the Ministry between the period April, 2012 to July, 2012. Details of these payments were communicated to the Honourable Commissioner, Ministry of Health in my Audit Inspection Report No. Min.12/VI/892 of 3rd December, 2012 requesting him to stop pay rolling these officers and recover the overpayments. His reply was still awaited at the time of writing this report.

17

IMPROPERLY VOUCHERED PAYMENTS

A total of N2,878,275.00 stands as improperly vouched payments to sundry staff of the Ministry in respect of Medical Refunds, as relevant documents/receipts were not attached to the payment vouchers to authenticate the genuineness of the expenditures. In my Inspection Report dated 3rd December, 2012, the observation was communicated to the Honourable Commissioner for Ministry of Health requesting him to explain or recover the amount paid to each staff and furnish me with the recovery particulars. His reply was yet to be received in my Office.